

# DAILY MARKETS OVERVIEW

5 DECEMBER 2018

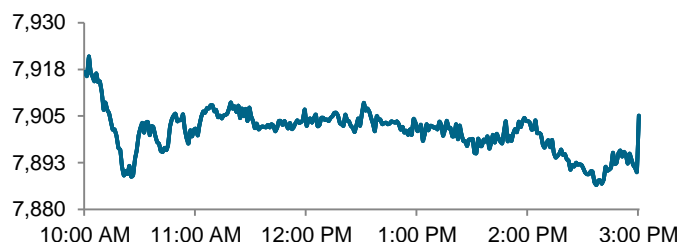
السوق السعودي الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,905	-0.1	2.6	9.4	17.1
Saudi (NOMU)	2,420	-0.1	1.8	-22.9	8.1
Energy	5,063	0.3	3.3	18.3	19.2
Materials	5,525	-0.2	3.3	9.3	17.1
Capital Goods	4,058	0.0	2.4	-6.5	22.9
Com. & Prof. Svc	4,495	1.6	5.0	6.9	19.1
Transportation	3,634	-0.4	1.3	-9.4	21.5
Cons. Durables & Apparel	3,717	0.6	1.6	-10.2	NA
Consumer Services	3,093	1.0	2.8	-16.1	NA
Media	11,176	-0.2	1.0	44.5	NA
Retailing	7,035	1.0	2.5	24.9	32.9
Food & Staples Retailing	5,993	2.6	3.3	6.8	24.1
Food & Beverages	4,024	0.7	3.0	-17.8	NA
Health Care Equipment	3,751	-0.7	1.5	-15.6	19.6
Pharma, Biotech & Life Science	3,905	-0.5	0.9	-1.7	27.2
Banks	7,111	-0.5	2.5	29.2	12.7
Diversified Financials	3,387	-0.1	1.3	-16.0	NA
Insurance	4,130	2.5	4.4	-12.6	NA
Telecommunication	5,040	-0.6	1.4	18.5	~K70
Utilities	3,446	2.1	4.5	-24.5	NA
REITs	3,648	-0.3	1.3	-21.2	NA
Real Estate	3,286	-0.7	0.7	-30.0	24.0

Sources: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Bupa Arabia for Cooperative Insurance	77.80	7.6%	53.9
Najran Cement Co.	8.92	5.1%	35.3
Al Sorayai Trading and Industrial Group Co.	14.56	3.6%	98.4
Abdullah Al Othaim Markets Co.	70.90	3.1%	17.7
Al-Rajhi Co. for Cooperative Insurance	69.00	3.0%	26.8

Source: Tadawul

## Upcoming General Assembly Meetings

Company	Date
Leejam Sports Co.	9-Dec-18
Najran Cement Co.	10-Dec-18
Banque Saudi Fransi	11-Dec-18
Saudi Public Transport Co.	12-Dec-18
Saudi Enaya Cooperative Insurance Co.	12-Dec-18
National Agricultural Marketing Co.	16-Dec-18

Source: Tadawul

**NOTES:** (1) Prices as of last trade. Updated as of December 5, 2018  
(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- Both TASI and NOMU ended 0.1% lower at 7,905 and 2,420, respectively, on Tuesday. TASI traded value totaled SAR 4.2bn and averaged SAR 3.1bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 48% of the daily traded value.
- Banks and Materials closed 0.5% and 0.2% lower, respectively. Telecom ended 0.6% lower. Food & Staples Retailing (up 2.6%) was the best performer. Among stocks, Bupa Arabia for Cooperative Insurance (8210/BUPA AB), Najran Cement Co. (3002/NAJLAN AB), and Al Sorayai Trading and Industrial Group Co. (1213/ALSORAYA AB) led the gainers.
- The Center for International Communication revealed that KSA and Algeria agreed to establish a supreme coordination council to enhance cooperation in various fields. (Source: Argaam)
- The Saudi Arabian Monetary Authority (SAMA) revealed that remittance outflows by expatriates in KSA declined 4.0% Y/Y to SAR 11.7bn (USD 3.1bn) in October 2018. (Source: Argaam)
- The Saudi Ports Authority (Mawani) revealed that Dammam-based King Abdulaziz Port achieved an increase in total goods handled in 3Q18 by 8.0mn tonnes, up 4.9% Y/Y. (Source: Argaam)
- Saudi Aramco awarded a major stimulation and well-testing contract to Baker Hughes (BHGE US) for optimizing production from new and existing wells across conventional fields in KSA. (Source: Argaam)
- Southern Province Cement Co. (3050/SOCCO AB) secured a contract to export 20,000 tons of cement to Yemen. The three-month deal is effective from the date of the first shipment of 7,000 tons of cement. (Source: Argaam)
- Saudi Arabian Mining Co. (1211/MAADEN AB) stated one of its subsidiaries, Waad Al Shamal Phosphate, has started the commercial operation of its diammonium phosphate plant at Ras Al Khair city. (Source: Trade Arabia)
- Saudi Basic Industries Corp. (2010/SABIC AB) stated it extended its partnership agreement with Japan Saudi Arabia Methanol Co. (JSMC), adding that it will buy a 25% stake in Saudi Methanol Co. (Ar-Razi) from JSMC for USD 150mn (SAR 563mn). (Source: Argaam)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
MEFIC REIT Fund	8.41	-3.9%	1.0
Al Alamiya for Cooperative Insurance Co.	33.85	-2.5%	16.0
Banque Saudi Fransi	33.00	-1.9%	19.5
Bonyan REIT	8.70	-1.9%	0.8
The Saudi British Bank	33.50	-1.9%	2.3

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	22.18	-0.7%	750
Saudi Industrial Export Co.	98.10	1.9%	515
Saudi Basic Industries Corp.	121.20	-0.2%	500
Al Rajhi Bank	87.90	-0.2%	138
Al Hammadi Co for Development & Investment	24.90	0.7%	123

Source: Tadawul

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## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,676	0.3	0.3	-20.6	9.0
Abu Dhabi (ADX)	4,898	2.7	2.7	11.4	13.3
Kuwait (KSE)	5,171	-0.1	-0.1	0.9	18.4
Qatar (QE)	10,603	1.4	2.3	24.4	15.7
Oman (MSM)	4,535	1.9	2.8	-11.1	10.7
Bahrain (BSE)	1,326	0.0	-0.2	-0.4	9.0
DJMENA Index	564	0.5	1.8	7.0	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,700	-3.2	-2.2	1.0	18.9
US (NASDAQ 100)	7,158	-3.8	-2.3	3.7	21.5
UK (FTSE 100)	7,023	-0.6	0.6	-8.7	15.9
Germany (DAX)	11,335	-1.1	0.7	-12.2	12.4
France (CAC 40)	5,013	-0.8	0.2	-5.6	15.5
Russia (MICEX)	2,443	0.1	2.1	15.8	6.2
Japan (Nikkei)	22,036	-2.4	-1.4	-3.2	15.2
Hong Kong (HSI)	27,260	0.3	2.8	-8.9	10.3
South Korea (KOSPI)	2,114	-0.8	0.8	-14.3	10.1
China (SHCOMP)	2,666	0.4	3.0	-19.4	12.4
India (NIFTY)	10,870	-0.1	-0.1	3.2	22.3
Brazil (IBOV)	88,624	-1.3	-1.0	16.0	NA
Turkey (BIST 100)	93,880	-1.2	-1.6	-18.6	6.8
Egypt (EGX30)	12,625	-2.4	-5.2	-15.9	11.7
MSCI Emerging Markets	1,014	-0.3	2.0	-12.4	11.9
MSCI World	2,017	-2.4	-1.2	-4.1	16.9

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	62.1	0.6	5.7	-7.2	-0.6
Natural Gas (\$/mmbtu)	4.5	2.7	-3.4	58.8	40.3
Gold (\$/oz)	1,238	0.6	1.3	-5.2	-3.0
Silver (\$/oz)	14.5	1.0	2.5	-14.8	-11.0
Platinum (\$/oz)	805	-0.4	0.7	-13.6	-13.1
Copper (\$/t)	6,213	-1.6	-0.2	-13.8	-8.6
Zinc (\$/t)	2,711	0.7	2.1	-18.8	-15.0
Lead (\$/mt)	1,974	0.5	0.9	-20.9	-22.6
Wheat (\$/bu)	523	0.2	1.3	12.2	3.2
Corn (\$/bu)	385	0.7	1.9	0.2	-2.5
Sugar (\$/lb)	12.8	-1.2	-0.7	-16.2	-18.4

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.75	0.00	1.06	0.00
Saudi Arabia	2.84	0.01	0.95	0.09
UAE	2.80	0.14	1.01	0.05
Kuwait	2.13	0.00	0.25	-0.63
Qatar	2.80	-0.01	0.16	0.05
Bahrain	3.75	0.00	1.03	1.00

Source: Reuters

NOTES: (1) Prices updated as of December 5, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, \*Spread = US 3M Rate – Country 3M Rate

## GCC & Global Markets Update

- US markets ended in the red on Tuesday. S&P 500 and NASDAQ declined 3.2% and 3.8%, respectively. Dow Jones Industrial closed 3.1% lower. In Europe, UK declined 0.6%, while Germany and France ended 1.1% and 0.8% lower, respectively.
- Asian markets are trading in the red on Wednesday. China is trading 0.2% lower. Japan and South Korea are trading 0.4% and 0.7% lower, respectively. Hong Kong is down 1.5% while India is trading 0.6% lower in the morning session.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi closed 0.3% and 2.7% higher, respectively. Kuwait declined 0.1%, while Qatar closed 1.4% higher. Oman closed 1.9% higher, while Bahrain ended flat.
- Bahrain's Minister of Oil stated that the discovery of tight oil reserves in Bahrain will present a new set of opportunities to the country. (Source: Trade Arabia)
- According to the UAE central bank, prices for Dubai's residential real estate decreased 7.4% Y/Y in 3Q18, with the drop accelerating from the 5.8% fall in 2Q18. Residential real estate prices in Abu Dhabi dropped 6.1% Y/Y in 3Q18, after the 6.9% slide in 2Q18. (Source: Zawya)
- The UAE Cabinet has adopted a new package of national legislative policies, and initiatives to empower Emirati women. The new empowerment package is based on three principal axes: Legislation and Policy, Services, and International Representation. (Source: Trade Arabia)
- Head of Mubadala Aerospace revealed that it will increasingly look towards investments in "fourth industrial revolution" technologies such as 3D-printing and artificial intelligence-backed predictive maintenance. (Source: Arabian Business)
- KSA's Acwa Power stated it has joined hands with three international groups – Spanish company Abengoa (ABG SM) and Chinese firms Industrial and Commercial Bank of China Limited (601398 CH) and Shanghai Electric Group Company (601727 CH) – to set up the world's largest renewable energy project in Dubai, UAE. (Source: Trade Arabia)
- Sternon Worldwide, the international real estate development arm of Dubai-based developer Sternon Group, is set to start the construction work on its USD 150mn (AED 551mn) Fortune Star project, located close to Disney World in Orlando, Florida. (Source: Arabian Business)
- Zain Kuwait (ZAIN KW) announced that its huge investment in 5G has made lots of progress recently, and the firm is ready to go live with the state-of-the-art service across all strategic and heavily populated areas of Kuwait. (Source: Zawya)

## Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended November 30 (prior: 3.6mn barrels) will be announced today. (Source: Econoday)
- US jobless claims for the week ended December 1 (prior: 234K; consensus: 225K) will be announced tomorrow. (Source: Econoday)
- Change in China's CPI for November 2018 (prior: 0.2% M/M, 2.5% Y/Y) will be announced on December 8. (Source: Econoday)



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